FISCAL NOTE

TO: Chief Clerk of the Senate

Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 22, 1995

SUBJECT: **SB 1731 - HB 1712**

This bill, if enacted, will allow certain suits arising under an annexation ordinance to be settled by arbitration if every party involved agrees to do so.

The fiscal impact from enactment of this bill is estimated to be a decrease in local government expenditures to the extent parties agree to settle matters through arbitration rather than by a lawsuit. The impact on local government expenditures and revenues is also dependent on the number of annexations under the provisions of the bill versus those that would have occurred in the absence of the bill. The impact on local government expenditures and revenues cannot be reasonably determined but the net impact is estimated not to be significant.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

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